

Message Text

CONFIDENTIAL

PAGE 01 STATE 220085

70

ORIGIN EB-11

INFO OCT-01 ARA-16 ISO-00 AGR-20 TRSE-00 H-03 L-03 INRE-00

NSCE-00 SSO-00 USIE-00 SPC-03 AID-20 NSC-10 RSC-01

CIEP-02 SS-20 STR-08 OMB-01 CEA-02 CIAE-00 COME-00

FRB-02 INR-10 NSAE-00 XMB-07 OPIC-12 LAB-06 SIL-01

PA-04 PRS-01 /164 R

DRAFTED BY EB/OF/FPD:RSIMPSON:ARA-LA/BC/B:RNICHOLSON:BJD

APPROVED BY ARA:WB W LE

EB/IFD:KSTOCKER

EMS/USDA:GTUSSEY

TREAS; H:LEE

EB/FPD:MBOERNER

ARA/BC:JEKARKASHIAN

----- 060541

O 072329Z NOV 73

FM SECSTATE WASHDC

TO AMEMBASSY SANTIAGO IMMEDIATE

C O N F I D E N T I A L STATE 220085

E.O. 11652:GDS

TAGS: EAGR, EFIN, CI

SUBJECT: CCC CREDIT FOR CORN

REF: STATE 219211

1. CHILEAN WHEAT PURCHASES MADE ON SEPTEMBER 26, PRIOR TO ESTABLISHMENT OF CREDIT LINE ON OCTOBER 4, HAVE BEEN SUBJECT CONGRESSIONAL CRITICISM. THEREFORE, FOR NEW DOL 28 MILLION CREDIT LINE TO BE ESTABLISHED FOR CORN AND/OR GRAIN SORGHUM (REFTEL), USDA INTENDS TO FINANCE ONLY THOSE PURCHASES MADE SEVEN DAYS AFTER LINE OF CREDIT ESTABLISHED AND ANNOUNCED TO EXPORTERS. THIS PROCEDURE WOULD GIVE ALL GRAIN EXPORTERS OPPORTUNITY TO KNOW OF CREDIT AVAILABILITY AND COMPETE FOR BUSINESS.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 220085

2. THIS PROCEDURE WILL PRECLUDE FINANCING OF ANY SALES CONTRACTED PRIOR TO OPENING OF THE CCC CREDIT INCLUDING THE 35,000 TON CONTINENTAL GRAINS CONTRACT MENTIONED IN THE CHILEAN EMBASSY'S NOTE UNLESS IT IS RENEGOTIATED.

3. THE GOC SHOULD BE ADVISED OF THE ABOVE PROCEDURE AND CAUTIONED AGAINST ANY FURTHER COMMITMENTS TO SUPPLIERS UNTIL CCC CREDIT IS OFFICIALLY ANNOUNCED.

4. THE NATIONAL ADVISORY COUNCIL IS EXPECTED TO FORMALLY CONSIDER THE NEW CCC CREDIT BY TUESDAY, NOVEMBER 13.

IT IS ESSENTIAL THAT GOC WITHHOLD ANY DISCLOSURE OF THE CREDIT UNTIL NAC ACTION IS COMPLETED.

5. WE PLAN TO FOLLOW SAME PROCEDURE FOR PUBLIC ANNOUNCEMENT AS USED IN WHEAT CREDIT. DEPARTMENT WILL PROVIDE EMBASSY SANTIAGO AND CHILEAN EMBASSY HERE WITH DEFINITE DATE AND HOUR SO THAT THE TWO GOVERNMENTS CAN MAKE SIMULTANEOUS ANNOUNCEMENTS OF THE NEW CREDIT LINE. RUSH

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CORN, ECONOMIC ASSISTANCE, EXPORT CREDIT GUARANTEES
Control Number: n/a
Copy: SINGLE
Draft Date: 07 NOV 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: collinp0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973STATE220085
Document Source: CORE
Document Unique ID: 00
Drafter: LA/BC/B:RNICHOLSON:BJD
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: n/a
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731148/aaaabjfx.tel
Line Count: 81
Locator: TEXT ON-LINE
Office: ORIGIN EB
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: STATE 219211
Review Action: RELEASED, APPROVED
Review Authority: collinp0
Review Comment: n/a
Review Content Flags:
Review Date: 17 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <17-Jan-2002 by willialc>; APPROVED <06 MAR 2002 by collinp0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CCC CREDIT FOR CORN
TAGS: EAGR, EFIN, CI, CCC-1
To: SANTIAGO
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005